Act 345 of 2006 Boilerplate Report Section 714

Section 714 of enrolled House Bill 5796, Act 345 of 2006 states the following:

Sec. 714. (1) The department, in cooperation with local transit agencies, shall work to ensure that demand-response services are provided throughout Michigan. The department shall continue to work with local units of government to address the unmet transit needs in Michigan. (2) The department shall report by March 1, 2007 on its efforts to implement this section over the past 2 years.

The Michigan Department of Transportation's (MDOT) goal for transit service in Michigan is to work with the local units of government on developing and expanding service where there is local support and funding. Transit services in Michigan are planned, developed, implemented, and operated at the local level, and local support is essential. State funding and leadership are important, but local commitment is the critical first step needed to establish and maintain new transit services.

There are two primary ways that MDOT has worked with local units of government to initiate or expand demand-response services.

1) MDOT Technical Assistance

MDOT project managers are assigned to specific geographic areas of the state and are available on a limited basis to meet with local units of government to discuss options available to provide or expand demand-response services. In fiscal years 2005 and 2006, funding for MDOT's transit staff was reduced and as such remaining transit staff is focused on distribution and oversight of state and federal funding. Limited staff time is available to assist local agencies with expansion or enhancement of existing services. However, to the degree possible, MDOT staff continues to work with local agencies to encourage them to consider new or expanded service that, if successful, would be eligible for state assistance under the local bus operating program at some point in the future.

A partial restoration of staff to be completed later in fiscal year 2007 will allow MDOT to increase its assistance to local governments considering new transit programs.

Some examples of where MDOT guidance and assistance has helped local governments add, expand, or consider new demand-response services within the past two years include:

- Allegan County The county recently initiated countywide demand-response services and continues to expand their level of service and responsiveness to consumer demand.
- **Benzie County** The county sponsored the formation of transit authority, Benzie Transportation Authority and established a strong local "friend of transit group" which was successful at passing a public transit millage to establish and support a countywide demand-response transit system. The authority began providing service on January 2, 2007, and has shown steady ridership growth. They are also working with adjacent transit systems to implement regional service.
- Kalamazoo County Previously there were two transit agencies in the county, Kalamazoo
 County and the City of Kalamazoo. The two transit agencies merged in 2005 and a transit
 authority has now been formed. In November 2006, voters approved a first-time countywide
 public transit millage. The dedicated local funding will assist in expanding demand-response
 service throughout the county.

- North East Regional Ride The Thunder Bay Transportation Corporation in Alpena County completed a state funded three-year demonstration project to provide regional demand-response transportation services in a three county region of Alcona, Alpena and Montmorency Counties. In 2006, the three counties and City of Alpena established a transportation authority. The Thunder Bay Transportation Authority is a recipient of local, federal, and state funds for public transportation and provides a foundation for continued growth of public transportation in the area.
- Straits Regional Ride The Cheboygan County Board of Commissioners completed a state
 funded three-year demonstration project to provide regional demand-response transportation
 services in a four county region, (Cheboygan, Emmet, Otsego and Presque Isle Counties).
 Although the demonstration project has ended, the demand-response transportation services are
 continuing. Cheboygan County has taken over operation of the service and has hired a full time
 transportation director. They are looking at expanding service levels.

2) MDOT Supported Studies, Assessments and Demonstrations

Prior to fiscal year 2005, MDOT had a Comprehensive Transportation Fund (CTF) supported program to provide grants to local agencies for transit studies and demonstrations. These CTF grants have been used to study and demonstrate the effectiveness of new or expanded demand-response and fixed route services, specifically aimed at providing transportation services across county lines. In many areas of the state, cross county coordination can be a key component of providing increased or enhanced demand-response service. Based on constrained CTF revenues, this program lost its dedicated state funding in fiscal year 2005. In fiscal years 2005 and 2006, there were federal funds available for transit studies (but not demonstrations) to determine existing transit needs and options for providing expanded services either within the county or across county lines. Local funds were needed to match the federal funds.

Using federal funds issued by MDOT, the following studies have been undertaken in the last two years:

- Sanilac County The county is currently looking at coordinating the transportation providers in the county to improve the efficiency of the service and make service improvements to meet the needs of their customers.
- City of Battle Creek The city is conducting a comprehensive transit service analysis. The analysis will develop recommendations to improve the effectiveness and responsiveness of public transit to the Battle Creek community. The recommendations may indicate that demand-response service be initiated within the city.
- Emmet County The county has recently completed a public transportation coordination plan. Currently there is limited demand-response service available within the county along with participation with the Straits Regional Ride system. The main goal of the project was to develop a plan to better coordinate existing public transportation providers and explore present and future needs. Expanded service plans are being negotiated with potential providers with implementation of expanded service planned for summer 2007.
- Marquette County The county completed a study of existing and future public transportation needs including demand-response services. The study included a review of current routes and schedules along with developing operating and capital cost projections to support any findings. The transit agency does not have the funds to expand service at this time.

- Livingston County Livingston Essential Transportation Services is leading a communitywide
 effort to develop a public transit feasibility study. The study will provide a clear list of public
 transit enhancement options and a summary of the resources and costs that will be involved for
 improving and expanding transit service in Livingston County. The report will then be used by
 the transit system and countywide coalition to research potential funding strategies. This study is
 significant because it is the first step toward coordinating the demand-response services and
 exploring the need for fixed route service.
- Berrien County The Southwestern Michigan Commission regional planning agency is leading a study to identify current public transportation resources and explore how those resources can help facilitate the delivery of services by the social service community in Berrien County. The study will include an action plan manual to guide development of public transportation as a coordinated, sustainable and efficient system.
- Michigan State University (MSU) MSU is working with Jackson Area Transit and the local
 regional planning agency in a pilot study to create a model to assess public transit service. The
 methodology would be used to: assess the perceived gaps in transportation services from the
 consumer's perspective; determine the actual gaps in service offered by public and private
 providers; compare perceived and actual gaps; and determine the appropriate strategies to close
 those gaps.
- Ottawa County Three studies have been funded in Ottawa County. The City of Holland will
 develop techniques to identify and quantify unmet transit service needs. The City of Grand
 Haven will develop a Strategic Plan to implement public transportation service to meet unmet
 mobility needs in adjacent governmental units. The county will conduct a needs assessment and
 feasibility study to assess the potential for countywide transit service. The work of the three
 studies is being coordinated.

Bureau of Passenger Transportation Michigan Department of Transportation March 1, 2007